

**LEGISLATIVE SERVICES AGENCY  
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**FISCAL IMPACT STATEMENT**

**LS 6739**

**BILL NUMBER:** SB 488

**NOTE PREPARED:** Feb 20, 2009

**BILL AMENDED:** Feb 19, 2009

**SUBJECT:** Motor Vehicle Odometer Fund.

**FIRST AUTHOR:** Sen. Bray

**FIRST SPONSOR:**

**BILL STATUS:** CR Adopted - 1<sup>st</sup> House

**FUNDS AFFECTED:**     **GENERAL**  
                              **X DEDICATED**  
                              **FEDERAL**

**IMPACT:** State

**Summary of Legislation:** (Amended) This bill provides that a portion of the money collected from Motor Vehicle Dealer and Manufacturer License and Permit fees are to be allocated as follows: (1) 40% to the motor Vehicle Highway Account (MVHA) instead of 70%; (2) 20% to the State Police for use in enforcing odometer laws; and (3) 10% to the Attorney General for use in enforcing odometer laws.

**Effective Date:** July 1, 2009.

**Explanation of State Expenditures:**

**Explanation of State Revenues:** (Revised) Total revenue from this fund has averaged about \$800,000 for the last five fiscal years. Changing the allocation of the revenue will mean a gain for some funds and a loss for others. The table below shows the results of the reallocation.

<b>Fund</b>	<b>Current Distribution</b>	<b>Proposed Distribution</b>	<b>Change</b>
Secretary of State	\$240,000 (30%)	\$240,000 (30%)	\$0
MVHA *	\$560,000 (70%)	\$320,000 (40%)	(\$240,000)
AG **	\$0	\$80,000 (10%)	+\$80,000
ISP ***	\$0	\$160,000 (20%)	+160,000
<b>TOTAL</b>	<b>\$800,000</b>	<b>\$800,000</b>	<b>\$0</b>
*Motor Vehicle Highway Account **Attorney General ***Indiana State Police.			

The MVHA may be used for road construction, reconstruction, and maintenance for cities, towns, and counties. The MVHA also supports entirely the operation for the BMV, a significant part of the operation of the Department of Transportation, about 61% of the operation of the State Police, and part of the operation of the state Department of Revenue.

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:** See *Explanation of State Revenues* regarding the MVHA.

**State Agencies Affected:** Attorney General; BMV; Secretary of State; Indiana State Police.

**Local Agencies Affected:**

**Information Sources:** Five-year revenue data for the Odometer Fund.

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